



School Finance Formula – Aid and Levy Worksheet

ISSUE

The Iowa school finance formula is a mechanism that determines K-12 educational funding levels and generated over \$4.0 billion in funding for school districts and area education agencies (AEAs) in FY 2014. The formula for distribution of funds, including State aid and local property taxes, is based on calculations made by the Department of Management (DOM) Aid and Levy Worksheet. This **Issue Review** will provide a detailed look at the aid and levy worksheet, including a review of Sections 1 through 9, to demonstrate how school aid formula funding is determined each fiscal year.

AFFECTED AGENCIES

Iowa Department of Management (DOM)

Iowa Department of Education (DE)

Iowa Department of Revenue (DOR)

CODE AUTHORITY

[Chapter 257](#)

BACKGROUND

For at least three decades, the DOM has used the aid and levy worksheet to determine the amount of school aid for school districts and AEAs. The Legislative Services Agency has copies of the aid and levy worksheets dating to FY 1984.

A variety of data collected by the DOM and the DE is used to prepopulate aid and levy worksheets and sent to school districts for use in the budget certification process. In addition, policy variables, such as the allowable growth amount (referred to as supplemental State aid beginning in FY 2015),¹ also are used in determining how much funding will be generated. Decisions made by local school districts also have an impact on the total school funding amount. Once a school board certifies the school district budget, the certified data is submitted to the DOM. After review and edits, the DOM certifies school district levy amounts to the county auditors by June 15, prior to the start of fiscal year.²

¹ Defined in [Iowa Code section 257.2](#), this is the amount the State and district cost per pupil levels will increase from one budget year to the next based on the State percent of growth.

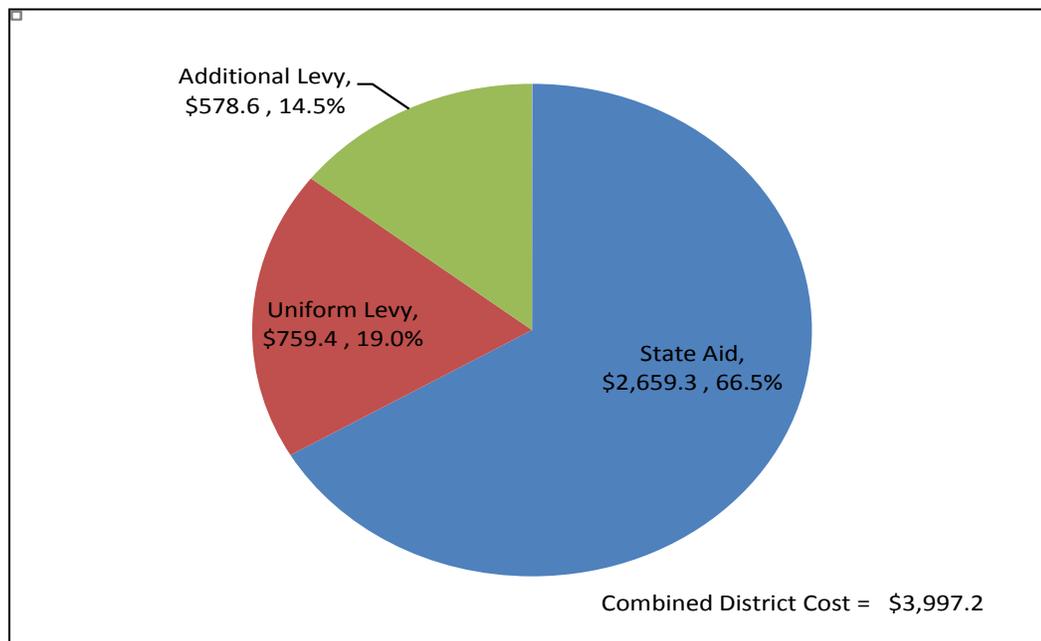
² [Iowa Code section 24.17](#) requires school districts to certify their budgets by April 15 and the DOM to certify taxes to county auditors by June 15.

CURRENT SITUATION

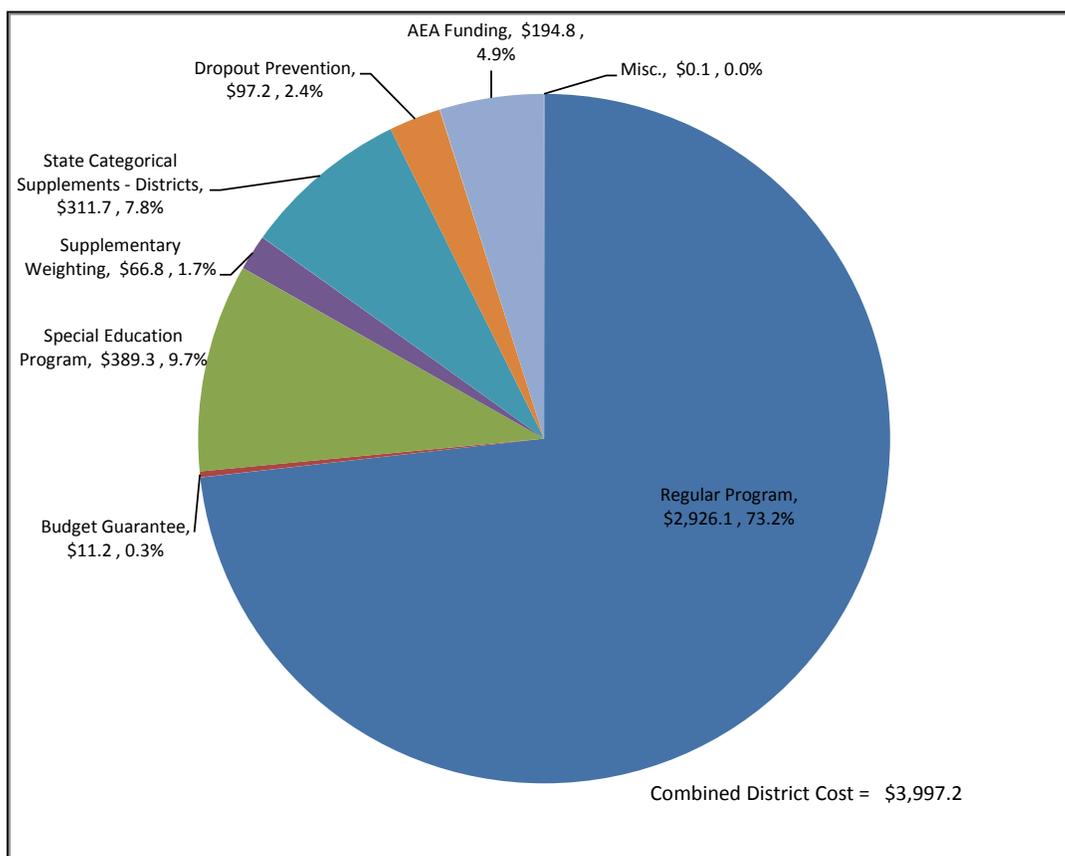
In FY 2014, the funding amounts generated for school districts included:

- The combined district cost totaled \$3,997.2 million. The combined district cost reflects the amount of spending authority generated through the school aid formula.
- Revenue sources for the combined district cost include (see **Chart 1**):
 - \$ 2,659.3 million of State aid accounted for 66.5% of the total. The State aid included \$8.7 million from sales/use tax for school infrastructure deposited in the Property Tax Equity and Relief (PTER) Fund and other additional property tax relief provisions.
 - \$1,337.9 million in foundation property tax accounted for 33.5% of the total. The uniform levy portion totaled \$759.4 million and the additional levy portion totaled \$578.6 million.

Chart 1: FY 2014 Combined District Cost by Revenue Source (Dollars in Millions)



- Programs and funding levels included in the combined district cost consist of (see **Chart 2**):
 - The regular program generated \$2,926.1 million. Including the budget guarantee provision, the total regular program accounted for 73.5% of the total amount generated for the combined district cost.
 - State categorical supplements (teacher salary, professional development, and early intervention) for school districts totaled \$311.7 million and accounted for 7.8% of the total.
 - The special education program totaled \$389.3 million and accounted for 9.7% of the total.
 - Additionally, other school programs included dropout prevention and returning dropout programs (2.4%) and supplementary weighting provisions (1.7%).
 - AEA programs (including teacher salary and professional development supplement) generated \$194.8 million (4.9%).

Chart 2: FY 2014 Combined District Cost By Program (Dollars in Millions)

Note that preschool foundation aid totaled \$66.1 million. This amount is not included in the combined district cost, but does provide State aid funding for the Statewide Voluntary Preschool Program for host districts.

Many factors and variables in the school aid formula determine the amount and mix of funding for each school district and AEA. **Attachment A** is the DOM Aid and Levy Worksheet for FY 2014 (aggregated at the State level) and reflects the total of each of the 346 school districts individual aid and levy worksheets.³ In addition to **Attachment A**, the DOM provides each school district aid and levy worksheet on the [Department's website](#).

AID AND LEVY WORKSHEET REVIEW

In general, **Sections 1–5** provide data and calculations that determine the total amount of funding generated through the formula, while **Sections 6–9** provide factors and provisions that determine the revenue sources for the funding levels generated. The following sections provide a detailed review of how the aid and levy worksheet is used to determine specific funding amounts and breakdowns.

Section 1 – Budget Enrollment

³ The Statewide aggregated aid and levy worksheet does not include specific district cost per pupil amounts or other district specific rates. However, that information is available on each individual school district aid and levy worksheet and in the DOM school aid database.

Section 1 of the aid and levy worksheet provides information on the budget enrollment and any audit adjustments made to the budget enrollment from the previous year. The budget enrollment is the October 1 certified enrollment collected by the DE each fall. Because of timing issues, the budget enrollment for a fiscal year is based on certified enrollment collected in the year previous to the start of next fiscal year. For example, the October 2012 certified enrollment is the budget enrollment for FY 2014 (or the 2013-2014 school year). Students included in school district budget enrollment consist of:⁴

- Public school resident students enrolled in grades K-12 and pre-kindergarten students enrolled in special education programs.
- Full-time equivalent resident high school age students where the district pays tuition to attend a community college.
- Shared-time and part-time students enrolled in the district are counted on the proportion of the time enrolled.
- Eleventh and twelfth grade nonresident students that were residents of the district the proceeding school year and are enrolled in the district until graduation.
- Resident students receiving competent private instruction from a licensed practitioner or through dual enrollment are counted as 0.3 and 0.1, respectively, for enrollment purposes.
- A nonpublic student or a student receiving competent private instruction and is participating in the Senior Year Plus Program is counted as 0.1 for enrollment purposes by the resident district.

The Iowa budget enrollment for FY 2014 totaled 476,245.0.

The enrollment audit adjustment calculations in this section include the audited change in previous year budget enrollments, and an adjustment to the current year budget amount to account for the change in the previous fiscal year district budget, including the property tax and State aid amount (the budget adjustments are made in **Sections 5 and 7**). The audited change in the budget enrollment for FY 2013 resulted in a reduction of 37.79 student FTEs.

Section 2 – Cost Per Pupil Amounts

Section 2 of the aid and levy worksheet provides calculations for each of the district cost per pupil amounts. The cost per pupil amounts include the regular program, the teacher salary supplement, the professional development supplement, and the early intervention supplement. The calculations provide the cost per pupil amounts for the previous fiscal year that result from the enactment of the allowable growth rates. Although not directly stated on the aid and levy worksheet, the AEA cost per pupil amounts are calculated in the same manner.

Section 3 – Weighted Enrollment

Section 3 of the aid and levy worksheet provides the weighted enrollments. In general, weighted enrollments generate additional funding that may be designated for specified purposes. Weightings include:

- **Special Education** – The three different levels of special education weightings are based on the severity of the disability. Data is collected and certified by the DE by November 15 each year. Funding generated from the weighting must be used for the cost of providing instruction to special education students.

⁴ [Iowa Code section 257.6](#)

- **Sharing** – A variety of sharing supplementary weighting provisions provide additional funding to school districts. These include district-to-district sharing,⁵ community college sharing, and shared operational functions. In general, funding generated from these weightings is used to provide incentives for increased student opportunities, increased efficiencies, or potential school reorganizations. In addition, AEAs are eligible to receive supplementary weighting for shared operational functions.
- **At-Risk** – This supplementary weighting is formula based and generates at-risk funding for each school district. The calculation of the supplementary weighting is based partially on the number of students in grades 1-6 eligible for free or reduced price lunch and partially based on the district's budget enrollment. Funding generated through at-risk supplementary weighting must be used to develop or maintain at-risk pupil programs, including alternative school programs.⁶
- **Limited English Proficient (LEP)** – This supplementary weighting provision provides an additional weighting of 0.22 for eligible students that are not fully proficient in English (sometimes referred to as English-as-a-second language - ESL). Funding generated from the LEP weighting is designated for LEP program costs in excess of regular program instruction.⁷
- **Reorganizations** – This provision provides additional weighting for eligible school districts (districts that participated in a whole grade sharing arrangement) that reorganized prior to July 1, 2014. The eligible districts may receive the supplementary weighting for up to three years after the reorganization occurred and the amount of weighting is based on the base year amount used in calculating the combined district cost in the first year of the reorganization.⁸

The special education weightings are summed with the AEA sharing supplementary weightings and the budget enrollment to determine total AEA weighted enrollment. The AEA weighted enrollment totaled 540,135.96 in FY 2014.

The district weighted enrollment is the sum of the budget enrollment, the special education weightings, and the total supplementary weightings (not including the AEA sharing supplementary weightings). The district weighted enrollment totaled 550,466.034 in FY 2014.

Additionally, this section provides a calculation of district weighted enrollment without special education weightings (487,114.914 in FY 2014). Table 1 provides the weighting amounts and notes the other aid and levy sections where these enrollments and weightings are used.

⁵ District-to-district sharing includes a shared teacher provision, a shared student provision, a whole grade sharing provision, and a regional academy provision, all specified in [Iowa Code section 257.11\(2\)](#).

⁶ [Iowa Code section 258.11\(4\)](#)

⁷ [Iowa Code section 280.4](#)

⁸ [Iowa Code section 257.11A](#)

Table 1 – Enrollments and Weightings Amounts

Enrollment or Weighting Category	Enrollment or Weighting Amount	Aid and Levy Worksheet Line and Section where Calculated	Aid and Levy Worksheet Sections Where Referenced
Budget Enrollment	476,245.000	1.1	3,4,10
Special Education - Level I	24,739.200	3.1	N.A.
Special Education - Level II	18,101.650	3.2	N.A.
Special Education - Level III	20,510.270	3.3	N.A.
Total Speciation Weighting	63,351.120	3.4	4,7
AEA Weighted Enrollment	539,596.120	3.6	4
AEA Supplementary Weighting for Sharing	539.840	3.7	4
AEA Weighted Enrollment with Sup. Wght. For Sharing	540,135.960	3.8	7
Supplementary Weighting - Sharing	4,959.570	3.9	N.A.
Supplementary Weighting - At-Risk Formula	2,340.684	3.10	N.A.
Supplementary Weighting - LEP	3,391.960	3.11	N.A.
Supplementary Weighting - Reorganization	177.700	3.12	N.A.
Total Supplementary Weighting	10,869.914	3.13	4
District Weighted Enrollment	550,466.034	3.15	8
District Weighted Enrollment w/o Spec. Ed. Weightings	487,114.914	3.17	7

Section 4 – Program Cost Calculations

Section 4 combines data from the first three sections of the aid and levy worksheet to determine funding levels for specific programs. The programs are broken out by school district programs and AEA programs.

The district programs and funding level calculations are as follows:

- **Regular Program District Cost** – The regular program district cost is first calculated by multiplying the budget enrollment by the district cost per pupil. If the regular program cost is less than 101.0% of the regular program cost from the previous year, the district is eligible for a budget adjustment not to exceed the difference between 101.0% of the previous year regular program cost and the current regular program cost. The sum of the budget adjustment and the regular program district cost is referred to as the total regular program district cost. Funding consists of State aid and local property taxes. The regular program district cost in FY 2014 totaled \$2,926.1 million and the FY 2014 budget adjustment totaled \$11.2 million.
- **District Cost for Supplementary Weighting** – The district cost for supplementary weighting is determined by multiplying the district supplementary weighing amounts by the district cost per pupil. Funding consists of State aid and local property taxes and the FY 2014 district cost for supplementary weighting totaled \$66.8 million.
- **Special Education Instruction District Cost** – The special education instruction district cost is determined by multiplying the total of the special education weightings by the district cost per pupil. Funding generated is restricted, and must be used for the costs of providing instruction to special education students. Funding consists of State aid and local property taxes (based on a foundation level of 87.5%) and the FY 2014 special education instruction district cost totaled \$389.3 million.

- **Teacher Salary Supplement District Cost** – The unadjusted teacher salary supplement district cost is determined by multiplying the budget enrollment by the teacher salary supplement district cost per pupil. If the total is less than the unadjusted total for the previous year, the district receives a budget adjustment (funded with State aid only) to bring them to the previous year unadjusted amount. The sum of the budget adjustment and the unadjusted amount represents the total teacher salary supplement district cost. Funds generated must be used for teacher compensation purposes.⁹ Funding consists of State aid only and totaled \$252.1 million in FY 2014.
- **Professional Development Supplement District Cost** – The unadjusted professional development supplement district cost is determined by multiplying the budget enrollment by the professional development supplement district cost per pupil. If the total is less than the previous year unadjusted total, the district receives a budget adjustment (funded with State aid only) to bring them to the unadjusted amount for the previous year. The sum of the budget adjustment and the unadjusted amount represents the total professional development supplement district cost. Funds generated must be used for teacher professional development opportunities.¹⁰ Funding consists of State aid only and totaled \$28.6 million in FY 2014.
- **Early Intervention Supplement District Cost** – the unadjusted early intervention supplement district cost is determined by multiplying the budget enrollment by the early intervention supplement district cost per pupil. If the total is less than the previous year unadjusted total, the district receives a budget adjustment (funded with State aid only) to bring them to the unadjusted amount for the previous year. The sum of the budget adjustment and the unadjusted amount represents the total early intervention supplement district cost. Funds generated must be used for grades K-3 programs designated to improve student success.¹¹ Funding consists of State aid only and totaled \$31.1 million in FY 2014.

The AEA programs and funding level calculations are as follows:

- **AEA Special Education Support** – The AEA special education support cost is first calculated by multiplying the AEA weighted enrollment by the AEA special education support cost per pupil. If the amount generated is less than the previous year amount, the difference is added to the funding amount (this provision is referred to as the AEA special education support adjustment). Funding generated provides special education support services to the local school districts and consist of a mix of State aid and local property taxes (based on a foundation level of 79.0%). For FY 2014, the AEA special education support cost totaled \$145.3 million and the AEA special education support cost budget adjustment totaled \$2.2 million.
- **AEA Media Services Cost** – The AEA media services cost is determined by multiplying the total AEA enrollment served¹² by the AEA media services cost per pupil. Funding is from

⁹ [Iowa Code chapter 284](#)

¹⁰ [Iowa Code chapter 284](#)

¹¹ [Iowa Code chapter 256D](#)

¹² Total AEA enrollment served is an additional enrollment calculation that adds resident accredited nonpublic students (less shared-time students included in the budget enrollment) with the budget enrollment. In FY 2014, the total AEA enrollment served was 509,576.

local property taxes only and use of funds is specified by statute.¹³ The total amount of AEA media services was \$25.5 million in FY 2014.

- **AEA Education Services Cost** – The AEA education services cost is determined by multiplying the total AEA enrollment served by the AEA education services cost per pupil. Funding is from local property taxes only and use of funds is specified by statute.¹⁴ The total amount of AEA education services was \$28.2 million in FY 2014.
- **Teacher Salary Supplement AEA Cost** – The unadjusted teacher salary supplement AEA cost is determined by multiplying the AEA weighted enrollment by the teacher salary supplement district cost per pupil. If the total is less than the previous year unadjusted total, the AEA receives a budget adjustment (funded with State aid only) to bring them to the previous year unadjusted amount. The sum of the budget adjustment and the unadjusted amount represents the total teacher salary supplement AEA cost. Funds generated must be used for teacher compensation purposes.¹⁵ Funding consists of State aid only and totaled \$252.1 million in FY 2014.
- **Professional Development Supplement AEA Cost** – The unadjusted professional development supplement AEA cost is determined by multiplying the budget enrollment by the professional development supplement AEA cost per pupil. If the total is less than the previous year unadjusted total, the AEA receives a budget adjustment (funded with State aid only) to bring them to the previous year unadjusted amount. The sum of the budget adjustment and the unadjusted amount represents the total professional development supplement AEA cost. Funds generated must be used to for teacher professional development opportunities.¹⁶ Funding consists of State aid only and totaled \$1.6 million in FY 2014.

The program funding amounts for AEAs are calculated at the school district level and all budget adjustment totals for the AEAs are based on the school district level. Therefore, although the aggregate of the unadjusted AEA Program total for an AEA may be greater than the previous year's level, the AEA may still generate a budget adjustment amount due to a decrease in enrollments at the school district level.

Section 5 – Combined District Cost

Section 5 provides the calculation of the combined district cost. This reflects the amount of spending authority generated through the school aid formula and is generally the summation of program amounts calculated in **Section 4**. Additionally, modified allowable growth for dropout prevention and returning dropout programs,¹⁷ and the State aid reduction to AEAs¹⁸ are included in the combined district cost calculation. The combined district cost totaled \$3,997.2 million in FY 2014.

The combined district cost amount includes AEA program funding amounts generated at the district level. Since AEAs have no authority to levy property taxes, the DOM makes adjustments

¹³ [Iowa Code section 257.37](#)

¹⁴ [Iowa Code section 257.37](#)

¹⁵ [Iowa Code chapter 284](#)

¹⁶ [Iowa Code chapter 284](#)

¹⁷ Program and modified allowable growth (MAG) amounts require approval from the DE and are included in the additional levy for each district. The FY 2014 MAG for the program totaled \$97.2 million.

¹⁸ The AEAs have a permanent State aid reduction of \$7.5 million. In FY 2014, an additional reduction totaling \$15.0 million was enacted. The total FY 2014 State aid reduction to AEAs was \$22.5 million.

in Section 16 of the aid and levy worksheet to allow the AEAs to receive their payments from the State, and not each individual school district within the AEA.

Section 6 – Uniform Levy Dollars

Section 6 provides the base calculation of the uniform levy amount generated by each district. Every property tax payer is required to pay the uniform levy (\$5.40/\$1,000 of assessed valuation) and the amount generated provides the initial base for the school foundation level (more on this in Section 7). The uniform levy amount is determined by multiplying the uniform levy rate (\$5.40/\$1,000 of assessed valuation) by the assessed valuation within the district. Additionally, there are adjustments to the amount that include a reduced uniform levy rate for eligible school districts that have reorganized, and for utility replacement (and commercial and industrial replacement beginning in FY 2015). The total adjusted uniform levy amount in FY 2014 was \$759.4 million.

Section 7 – State Foundation Aid

The foundation level provides the base funding levels for the per pupil costs and consists of uniform levy and State aid. **Section 7** determines the unadjusted State foundation aid amount for Section 4 programs that receive State aid.

The foundation level for the regular program, supplementary weightings, and special education weightings is 87.5% of the State cost per pupil. For FY 2014, foundation level cost per pupil was \$5,356 and is calculated by multiplying the State costs per pupil (\$6,121 for the regular program and the special education program) by the foundation level (87.5%).

Other school district program amounts included in the State foundation aid calculation include the teacher salary supplement, the early intervention supplement, and the professional development supplement. These programs are funded entirely through State aid and the total funding level amounts calculated in **Section 4** for these programs are used in the calculation of State foundation aid.

In addition to school district programs, AEA programs also receive State aid determined in **Section 7**. The AEA special education support program has a foundation level of 79.0%, meaning that the first 79.0% of the AEA special education program State cost per pupil is funded with State aid. Additionally, the AEA teacher salary supplement and the AEA professional development supplement are funded entirely with State aid and are included in the State foundation aid calculation.

The total foundation level amount is the sum of all the district and AEA programs that receive State funding. The unadjusted State foundation aid is determined by subtracting the uniform levy amount from the total foundation level amount. In FY 2014, the unadjusted State foundation aid totaled \$2,630.8 million.

Each school district is required to receive a minimum of \$300 per pupil in State aid (referred to as minimum aid).¹⁹ This provision ensures that property rich school districts receive State aid, even if the district has enough valuation to generate a uniform levy above the foundation level. If the amount is less than \$300, the provision requires that the district receive additional State aid with a corresponding reduction in the district's additional levy. This adjustment is made in **Section 8** of the aid and levy worksheet.²⁰

¹⁹ [Iowa Code section 257.1\(2a\)](#)

²⁰ Based on LSA analysis of historical aid and levy worksheets, this provision has only been implemented in FY 1995 when the Amana school district received an additional \$1,495 to ensure the district received \$300 in State aid per pupil.

Preschool Foundation Aid: Although not included in the combined district cost or State foundation aid, **Section 7** also provides the calculation of preschool foundation aid. The funding generated is dedicated to the Statewide Preschool Program for Four-Year-Old Children and is generated through the preschool budget enrollment (based on 50.0% of the eligible number of preschool students) multiplied by the State cost per pupil.²¹ Additionally, the amount may be adjusted for any preschool enrollment audit adjustments. In FY 2014 the preschool formula aid totaled \$66.1 million.

Section 8 – Additional Dollar Levy

Section 8 provides the calculation of the school district additional levy. This includes provisions built into the school aid formula to provide property tax relief. Prior to any property tax relief provisions, the additional levy amount is calculated by subtracting the unadjusted State foundation aid (calculated in **Section 7**) and any amount required for minimum aid from the combined district cost. Although not directly identified in **Section 8**, the **Section 4** programs included in the additional dollar levy include:

- Regular program and the regular program budget adjustment
- Supplementary weightings
- Special education instruction
- Modified allowable growth for dropout prevention and returning dropouts
- AEA special education support (including the budget adjustment amount), AEA media services, and AEA educational services

There are three property tax relief provisions that impact the overall additional levy amount. The provisions include:

- **Property Tax Adjustment Aid (1992 Provision)**²² – This provision was originally implemented in FY 1992 to ease property tax burdens with the implementation of the revised school aid formula. The aid provision has a gradual phase-out with an undetermined completion date. The calculated reduction in the additional levy amount is replaced with State aid. In FY 2014, this provision totaled \$9.6 million.
- **Property Tax Replacement Payment** – Initially implemented in FY 2014, this provides additional state aid in replacement of property tax due to the increase in the per pupil cost that resulted from the enactment of an allowable growth rate (referred to as State supplemental aid beginning in FY 2015) in FY 2014 and FY 2015. This per pupil amount will be \$15 in FY 2014, an additional \$21 per pupil in FY 2015, and increase to \$36 per pupil for FY 2015 and future fiscal years. In FY 2014, this provision totaled \$8.3 million.
- **Property Tax Adjustment Aid - Adjusted Additional Levy**²³ – Implemented initially in FY 2007, this provision provides property tax relief to school districts with high-adjusted additional levy tax rates. If funding is sufficient, the provision provides aid to districts at or above to the statewide average adjusted additional levy rate and any remaining funds are used to increase the foundation level for that fiscal year. In addition to the \$24.0 million General Fund appropriation built into the school aid formula, additional sales/use tax revenues remaining after the Secure an Advanced Vision for Education (SAVE) Fund

²¹ [Iowa Code section 256C.5](#)

²² Property tax relief provision specified in [Iowa Code section 257.15\(1-3\)](#)

²³ Property tax relief provision specified in [Iowa Code section 257.15\(4\)](#)

allocations are deposited in the Property Tax Equity and Relief (PTER) Fund for use in this provision. To date, funding has not been sufficient to allow for the increase in the foundation level. In FY 2014, the total property tax relief for the adjusted additional levy was \$32.7 million (including \$8.7 million deposited in the PTER Fund).

Following the calculations of the property tax relief provisions is the calculation of the additional levy before utility replacement adjustments. This is the final calculation in **Section 8**. In addition to subtracting the property tax relief provisions, adjustments are made for districts with a positive special education balance from two years prior to the current fiscal year, and the State aid reduction to AEAs. The total additional levy before utility replacement in FY 2014 was \$578.6 million.

Section 13 of the aid and levy worksheet makes a final adjustment in the additional levy to account for adjustments between the budgeted and actual utility replacement dollars in the previous fiscal year. The adjustment ensures that districts do not receive additional spending authority due to the adjustment for utility tax replacement.

Section 9 – Final State Foundation Aid

Section 9 provides the calculation of the State aid portion of the school aid formula. The calculation adds the unadjusted State foundation aid amount from **Section 7**, the property tax relief provisions, the special education balance from **Section 8**, the adjustment for the State aid reduction to AEAs from **Section 5** (this value is subtracted), the preschool formula funding amount calculated in **Section 7**, and an adjustment for any uniform levy not received due to property assessment appeals that resulted in a reduction in valuations. For FY 2014, the final State foundation aid totaled \$2,725.6 million, including \$2,716.9 million from the State General Fund and \$8.7 million from the Property Tax Equity and Relief (PTER) Fund.

Sections 10 – 19: Other Program Funding and Miscellaneous Adjustments

The remaining sections of the aid and levy worksheet provide calculations for a variety of Programs and other funding adjustments needed for school budgets. The following provides a very brief outline of these sections. **Attachment A** includes the detailed information of the data used in these sections.

- **Section 10** – Instructional Support Program: This section provides the calculation of the funding amounts for the Program, including the amount of property tax, income surtax (if any) and State aid (if any). Total funding for the program in FY 2014 was \$200.0 million, including \$114.5 million in property tax, \$85.5 million in income surtax, and \$0.0 in State aid.
- **Section 11** – Educational Improvement Program: This section provides the calculation of funding amounts for the Program for the five eligible school districts, including the amount of property tax and income surtax (if any).
- **Section 12** – currently reserved.
- **Section 13** – Additional Levy Adjustment for Utility Tax Replacement: Adjustment in the additional levy from **Section 8** to make a final adjustment in the additional levy to account for adjustments between the budgeted and actual utility replacement dollars in the previous fiscal year.
- **Section 14** – currently reserved.
- **Section 15** – Summary of General Fund Levies: This section sums the total levy amounts used in the school district general fund. Included in the general fund levy calculation are the

uniform levy, the additional levy, the Instructional Support Program levy, the Educational Program levy, the cash reserve levy, and an adjustment to use any fund balance to reduce the general fund levy. Additionally, this section provides the calculation of the general fund levy tax rate.

- **Section 16** – State Payments to AEAs and School Districts: Since AEAs have no authority to levy property taxes, the DOM makes adjustments in this section to allow the AEAs to receive their payments from the State, and not each individual school district within the AEA.
- **Section 17** – Summary of General Fund Budget Authority: This section provides the calculation of the estimated maximum general fund budget authority and is the sum of the combined district cost in **Section 5**, any remaining unspent budget authority from the previous year, allowance for construction projects approved by the School Budget Review Committee (SBRC),²⁴ the Instructional Support Program amount from **Section 10**, the Educational Support Program amount from **Section 11**, total preschool foundation aid from **Section 7**, and other miscellaneous income.
- **Section 18** – Summary of Financing for General Fund Budget Authority: This section provides the calculation of the revenue sources for the estimated maximum general fund budget authority and is the sum of any remaining unspent budget authority from the previous year, allowance for construction projects approved by the SBRC, the general fund levy amount from **Section 15**, total State aid from **Section 9**, income surtax from the Instructional Support Program (**Section 10**), and the Educational Support Program (**Section 11**), total utility replacement tax adjustment, and other miscellaneous income.
- **Section 19** – Voted Physical Plant and Equipment Levy (VPPEL): This section calculates the total VPPEL and includes a property tax and income surtax calculation.
- **Section 20** - Income Surtax Rates and General Fund Surtax Dollars: This section summarizes the VPPEL income surtax and general fund income surtax dollars.

Although the aid and levy worksheet is lengthy, most of the calculations consist of basic arithmetic. However, some provisions, including those in **Section 8** pertaining to property tax relief, are more rigorous when making the calculations.

ALTERNATIVES AND BUDGET IMPLICATIONS

As noted early, **Sections 1-5** of the Aid and Levy worksheet provide calculations of funding levels for specific programs while **Sections 6-9** provide calculations pertaining to revenue sources dedicated to the programs. Targeting specific policy goals in the School finance formula may have an impact on the total amount funded (changes in **Sections 1-5**), the specific revenue sources (**Sections 6-9**), or a combination of the two.

Funding Level Changes

The addition of new programs, increasing a supplementary weight, or enacting an allowable growth amount (referred to as supplemental State aid beginning in FY 2015) will change inputs in **Sections 1-5** of the Aid and Levy worksheet and will change the amount of funding generated through the school aid formula. Three recent examples of legislation that will impact funding levels include:

²⁴ [Iowa Code section 257.31\(7a\)](#)

- The addition of the Teacher Leadership Supplement. This program will be included in the school aid formula and funded on a per pupil basis beginning in FY 2016. This program will increase the funding generated through the school aid formula.
- Establishment of supplementary weighting for shared operational functions. Beginning in FY 2015, this provision has been modified and will replace the former supplementary weighting provision that will expire at the end of FY 2014. This provision will generate additional funds for districts that implement the provision.
- Enactment of an allowable growth rate in FY 2014 and FY 2015. These provisions will increase each cost per pupil amount used in the calculation of program costs.

Revenue Source Changes

The foundation level within the school aid formula enables policymakers to adjust State aid and property taxes funding school programs. Although these changes do not impact the overall school district funding levels, these changes do impact the amount of property tax and State aid required to fund the programs. Property tax relief policies can be implemented through the school aid formula depending on the amount of increased State aid required for the change. Examples of policy changes that have impacted the school aid formula revenue source levels include:

- In FY 1997, the regular program foundation level was increased from 83.0% to 87.5%.²⁵ In the initial year, this provided property tax relief to all property tax payers and resulted in an increase of \$86.2 million in State aid and a corresponding reduction in total property taxes. In FY 2014, the difference between the 87.5% foundation level and the 83.0% foundation level is \$134.4 million.
- **Section 8** above details three property tax relief provisions targeted to reduce school district additional levy amounts. These separate provisions reduce property tax burdens within districts by replacing those dollars with State funds. In FY 2014, these three provisions provided a total of \$50.5 million in property tax relief and all school districts received relief from at least one of those provisions.

In addition to the examples provided, adjusting the uniform levy rate will impact the amount of State aid and property taxes. For example, based on FY 2014, a \$1.00 rate decrease in the uniform levy rate would increase State aid by approximately \$135.5 million and reduce property taxes by the same amount. Additionally, a combination of a uniform levy rate increase and foundation level increase may be used to equalize property tax rates between school districts.

When adding new programs to the school aid funding formula, considerations for the funding sources for the program need to be included. Creating a new program with a foundation level ensures that local funding will be required to support the program, in addition to State support.

Additional Information Resources

The LSA has produced documents to help understand the Iowa School aid formula. Resources posted on the LSA website include:

- [Education Finance Legal Guide](#) – LSA Legal Services Division publication that provides a comprehensive review of Iowa school aid finance formula laws.

²⁵ [1996 Iowa Acts, Chapter 1197, Section 5](#)

- [LSA Aid and Levy Worksheet Presentation](#) – LSA Fiscal Services Division presentation (with narration) of the school aid formula aid and levy worksheet. Additionally, a [non-narrated presentation](#) is also available.
- [School Finance Presentation](#) – LSA Fiscal Services Division presentation that is updated annually and provides additional detail and data pertaining to the Iowa school aid formula.
- [School Finance Law Changes](#) – LSA publication that provides a listing of school finance law changes dating to 1971.
- [General School Finance Data and Analysis](#) – In addition to the previously noted information, the LSA provides other information pertaining to school finance, including historic data presented by school district and school aid estimates for future fiscal years.

STAFF CONTACT: Shawn Snyder (515-281-7799) shawn.snyder@legis.iowa.gov

Section 1

		Section and Line	BUDGET ENROLLMENT
	476,245.0*	1.1	Budget Enrollment (Oct 2012 Basic Enrollment)
	-37.79**	1.2	Audited Change in Oct 2011 Certified Enrollment
X	6,001	1.3	FY13 Regular Program District Cost Per Pupil (Line 2.3 - FY13 Aid and Levy)
=	92,350	1.4	Enrollment Audit Adjustment
	5,251	1.5	FY13 Regular Program Foundation Cost Per Pupil
X	-37.79**	1.6	Audited Change in Oct 2011 Headcount (Line 1.2)
=	-197,721	1.7	Enrollment Audit Adjustment - State Aid Portion

Section 2

		Section and Line	COST PER PUPIL AMOUNTS*
	6,001	2.1	FY13 Regular Program District Cost Per Pupil (Line 1.3)
+	120	2.2	FY14 Regular Program Supplemental State Aid Per Pupil
=	6,121	2.3	FY14 Regular Program District Cost Per Pupil
	517.17**	2.4	FY13 Teacher Salary Supplement Cost Per Pupil (Line 2.6 - FY13 Aid and Levy)
+	10.34**	2.5	FY14 Teacher Salary Supplement Supplemental State Aid Per Pupil
=	527.51**	2.6	FY14 Teacher Salary Supplement Cost Per Pupil
	58.57**	2.7	FY13 Professional Dev Suppl Cost Per Pupil (Line 2.9 - FY13 Aid and Levy)
+	1.17**	2.8	FY14 Professional Development Supplement Supplemental State Aid Per Pupil
=	59.74**	2.9	FY14 Professional Development Supplement Cost Per Pupil
	63.80**	2.10	FY13 Early Intervention Suppl Cost Per Pupil (Line 2.13 - FY13 Aid and Levy)
+	1.28**	2.11	FY14 Early Intervention Supplement Supplemental State Aid Per Pupil
=	65.08**	2.12	FY14 Early Intervention Supplement Cost Per Pupil

Section 3

		Section and Line	WEIGHTED ENROLLMENT
	24,739.20**	3.1	0.72 Special Ed Weighting in Addition to 1.0
+	18,101.65**	3.2	1.21 Special Ed Weighting in Addition to 1.0
+	20,510.27**	3.3	2.74 Special Ed Weighting in Addition to 1.0
=	63,351.12**	3.4	Total Special Ed Weighting in Addition to 1.0
+	476,245.0*	3.5	Budget Enrollment (Line 1.1)
=	539,596.12**	3.6	AEA Weighted Enrollment
+	539.84**	3.7	AEA Supplementary Weight for Sharing
=	540,135.96**	3.8	AEA Weighted Enrollment with AEA Supplementary Weight for Sharing
+	4,959.570***	3.9	Supplementary Weighting - Sharing
+	2,340.684***	3.10	Supplementary Weighting - At-Risk Formula
+	3,391.96**	3.11	Supplementary Weighting - ESL
+	177.700***	3.12	Supplementary Weighting - Reorganization Incentives
=	10,869.914***	3.13	Total Supplementary Weighting
+	539,596.12**	3.14	AEA Weighted Enrollment (Line 3.6)
=	550,466.034***	3.15	District Weighted Enrollment
-	63,351.12**	3.16	Total Special Ed Weighting in Addition to 1.0 (Line 3.4)
=	487,114.914***	3.17	District Weighted Enrollment without Special Ed Weightings

Section 4

Section and Line		REGULAR PROGRAM DISTRICT COST CALCULATIONS		
	6,121		4.1	FY14 Regular Program District Cost Per Pupil (Line 2.3)
X	476,245.0 *		4.2	Budget Enrollment (Line 1.1)
=	2,926,121,952		4.3	FY14 Regular Program District Cost without Adjustment
	2,272,310,860		4.4	Base (FY04) Regular Program District Cost
+	27,205,404		4.5	Base (FY04) Regular Program Budget Adjustment
=	2,299,516,264		4.6	Base (FY04) Total Regular Program District Cost
-	2,926,121,952		4.7	FY14 Regular Program District Cost without Adjustment (Line 4.3)
=	16,999,746		4.8	Reduction in RPDC from Base Year Total RPDC (if negative, enter zero)
X		**	4.9	FY14 Scale-Down Budget Adjustment Percentage
=			4.10	FY14 Scale-Down Budget Adjustment Calculated
	2,852,500,203		4.11	FY13 Regular Program District Cost (Line 4.3 - FY13 Aid & Levy)
X	1.01 **		4.12	101% Budget Adjustment
=	2,881,025,205		4.13	101% of FY13 Regular Program District Cost
-	2,926,121,952		4.14	FY14 Regular Program District Cost without Adjustment (Line 4.3)
=	11,174,352		4.15	FY14 101% Budget Adjustment Calculated
	11,174,352		4.16	FY14 Regular Program Budget Adjustment, line 4.10 or line 4.15, whichever is larger.
Section and Line		OTHER DISTRICT COST CALCULATIONS		
	6,121		4.17	FY14 Regular Program District Cost Per Pupil (Line 2.3)
X	10,869,914 ***		4.18	Total Supplementary Weighting (Line 3.13)
=	66,833,692		4.19	District Cost for Supplementary Weighting
	6,121		4.20	FY14 Regular Program District Cost Per Pupil (Line 2.3)
X	63,351.12 **		4.21	Total Special Ed Weighting in Addition to 1.0 (Line 3.4)
=	389,338,826		4.22	Special Education Instruction District Cost
	527.51 **		4.23	FY14 Teacher Salary Supplement District Cost Per Pupil (Line 2.6)
X	476,245.0 *		4.24	Budget Enrollment (Line 1.1)
=	251,455,280		4.25	Unadjusted Teacher Salary Supplement District Cost
	245,235,223		4.26	FY13 Unadj Teacher Salary Suppl District Cost (Line 4.25 - FY13 Aid and Levy)
-	251,455,280		4.27	Unadjusted Teacher Salary Supplement District Cost (Line 4.25)
=	606,245		4.28	Teacher Salary Supplement Budget Adjustment (if negative, enter zero)
+	251,455,280		4.29	Unadjusted Teacher Salary Supplement District Cost (Line 4.25)
=	252,061,525		4.30	Teacher Salary Supplement District Cost
	59.74 **		4.31	FY14 Professional Development Supplement District Cost Per Pupil (Line 2.9)
X	476,245.0 *		4.32	Budget Enrollment (Line 1.1)
=	28,499,638		4.33	Unadjusted Professional Development Supplement District Cost
	27,793,513		4.34	FY13 Unadjusted Prof Dev Suppl District Cost (Line 4.33 - FY13 Aid and Levy)
-	28,499,638		4.35	Unadjusted Professional Development Supplement District Cost (Line 4.33)
=	61,345		4.36	Professional Development Supplement Budget Adjustment (if negative, enter zero)
+	28,499,638		4.37	Unadjusted Professional Development Supplement District Cost (Line 4.33)
=	28,560,983		4.38	Professional Development Supplement District Cost
	65.08 **		4.39	FY14 Early Intervention Supplement District Cost Per Pupil (Line 2.12)
X	476,245.0 *		4.40	Budget Enrollment (Line 1.1)
=	30,999,500		4.41	Unadjusted Early Intervention Supplement District Cost
	30,219,886		4.42	FY13 Unadj Early Intervention Suppl District Cost (Line 4.41 - FY13 Aid and Levy)
-	30,999,500		4.43	Unadjusted Early Intervention Supplement District Cost (Line 4.41)
=	58,641		4.44	Early Intervention Supplement Budget Adjustment (if negative, enter zero)
+	30,999,500		4.45	Unadjusted Early Intervention Supplement District Cost (Line 4.41)
=	31,058,141		4.46	Early Intervention Supplement District Cost

Section and Line AEA DISTRICT COST CALCULATIONS

	268.78**	4.47	AEA Special Ed Support Cost Per Pupil
X	539,596.12**	4.48	AEA Weighted Enrollment (Line 3.6)
=	145,271,982	4.49	AEA Special Ed Support District Cost without Adjustment
	142,101,072	4.50	FY13 AEA Special Ed Support Dist Cost (Line 4.49 - FY13 Aid & Levy)
+	2,411,069	4.51	FY13 AEA Special Ed Support Adjustment (Line 4.54 - FY13 Aid & Levy)
=	144,512,141	4.52	FY13 Total AEA Special Ed Support District Cost
-	145,271,982	4.53	AEA Special Ed Support District Cost without Adjustment (Line 4.49)
=	2,215,222	4.54	AEA Special Ed Support Adjustment (If negative, enter zero)
	476,245.0*	4.55	Budget Enrollment (Line 1.1)
+	33,520	4.56	Resident Accredited Nonpublic Students
-	202.6*	4.57	Shared-Time Nonpublic Pupils Counted in Line 1.1
=	509,562	4.58	Total Enrollment Served - AEA Media and Ed Services
X	50.11**	4.59	FY14 AEA Media Cost Per Pupil
=	25,547,751	4.60	AEA Media Services District Cost
	509,562	4.61	Total Enrollment Served - AEA Media and Ed Services (Line 4.58)
X	55.30**	4.62	FY14 AEA Ed Services Cost Per Pupil
=	28,238,954	4.63	AEA Ed Services District Cost
	539.84**	4.64	AEA Supplementary Weight for Sharing (Line 3.7)
X	268.78**	4.65	AEA Special Ed Support Cost Per Pupil (Line 4.47)
=	150,658	4.66	AEA Sharing District Cost
	27.61**	4.67	FY14 AEA Teacher Salary Supplement District Cost Per Pupil
X	539,596.12**	4.68	AEA Weighted Enrollment (Line 3.6)
=	14,150,990	4.69	Unadjusted AEA Teacher Salary Supplement District Cost
	13,840,149	4.70	FY13 Unadj AEA Teacher Salary Suppl District Cost (Line 4.69-FY13 Aid and Levy)
-	14,150,990	4.71	Unadjusted AEA Teacher Salary Supplement District Cost (Line 4.69)
=	46,921	4.72	AEA Teacher Salary Supplement Budget Adjustment (if negative, enter zero)
+	14,150,990	4.73	Unadjusted AEA Teacher Salary Supplement District Cost (Line 4.69)
=	14,197,911	4.74	AEA Teacher Salary Supplement District Cost
	3.22**	4.75	FY14 AEA Professional Development Supplement District Cost Per Pupil
X	539,596.12**	4.76	AEA Weighted Enrollment (Line 3.6)
=	1,653,810	4.77	Unadjusted AEA Professional Development Supplement District Cost
	1,618,422	4.78	FY13 Unadj AEA Prof Dev Suppl District Cost (Line 4.77 - FY13 Aid and Levy)
-	1,653,810	4.79	Unadjusted AEA Professional Development Supplement District Cost (Line 4.77)
=	5,539	4.80	AEA Professional Development Suppl Budget Adjustment (if negative, enter zero)
+	1,653,810	4.81	Unadjusted AEA Professional Development Supplement District Cost (Line 4.77)
=	1,659,349	4.82	AEA Professional Development Supplement District Cost

Section 5

Section and Line **COMBINED DISTRICT COST SUMMARY**

	2,926,121,952	5.1	Regular Program District Cost without Adjustment (Line 4.3)
+	11,174,352	5.2	Regular Program Budget Adjustment Adopted (Line 4.16)
+	66,833,692	5.3	District Cost for Supplementary Weighting (Line 4.19)
+	389,338,826	5.4	Special Education Instruction District Cost (Line 4.22)
+	252,061,525	5.5	Teacher Salary Supplement District Cost (Line 4.30)
+	28,560,983	5.6	Professional Development Supplement District Cost (Line 4.38)
+	31,058,141	5.7	Early Intervention Supplement District Cost (Line 4.46)
+	145,271,982	5.8	AEA Special Ed Support District Cost without Adjustment (Line 4.49)
+	2,215,222	5.9	AEA Special Ed Support Adjustment (Line 4.54)
+	25,547,751	5.10	AEA Media Services District Cost (Line 4.60)
+	28,238,954	5.11	AEA Ed Services District Cost (Line 4.63)
+	150,658	5.12	AEA Sharing District Cost (Line 4.66)
+	14,197,911	5.13	AEA Teacher Salary Supplement District Cost (Line 4.74)
+	1,659,349	5.14	AEA Professional Development Supplement District Cost (Line 4.82)
-	22,500,000	5.15	AEA Statewide State Aid Reduction
+	97,212,971	5.16	FY14 SBRC - Dropout
+	92,350	5.17	Enrollment Audit Adjustment (Line 1.4)
=	3,997,236,619	5.18	Combined District Cost

Section 6

Section and Line **UNIFORM LEVY DOLLARS**

	140,871,418,962	6.1	2012 Taxable Valuation with Gas & Electric Utilities
X	5.40000	6.2	Uniform Levy Rate
=	759,306,530	6.3	Uniform Levy Dollars before Utility Replacement Adjustment
UNIFORM LEVY UTILITY REPLACEMENT ADJUSTMENT			
	25,025,483	6.4	Uniform Levy Utility Replacement Paid FY13
-	24,963,652	6.5	Uniform Levy Utility Replacement Budgeted FY13
=	61,831	6.6	Uniform Levy Utility Replacement Adjustment
+	759,306,530	6.7	Uniform Levy Dollars Before Utility Replacement Adjustment (Line 6.3)
=	759,368,361	6.8	Uniform Levy Dollars Adjusted for Utility Replacement

Section 7

Section and Line		STATE FOUNDATION AID	
	5,356	7.1	State Regular Program Foundation Cost Per Pupil
X	487,114,914 ***	7.2	District Weighted Enrollment without Special Ed Weightings (Line 3.17)
=	2,608,987,479	7.3	District Foundation Dollars without Special Ed
	5,356	7.4	State Special Ed Program Foundation Cost Per Pupil
X	63,351.12 **	7.5	Total Special Ed Weighting in Addition to 1.0 (Line 3.4)
=	339,308,599	7.6	District Special Ed Foundation Dollars
	212	7.7	State AEA Special Ed Support Foundation Cost Per Pupil
X	540,135.96 **	7.8	AEA Weighted Enrollment with AEA Supplementary Weight for Sharing (Line 3.8)
=	114,508,824	7.9	AEA Foundation Dollars for Special Ed and Sharing
+	14,197,911	7.10	AEA Teacher Salary Supplement District Cost (Line 4.74)
+	1,659,349	7.11	AEA Professional Development Supplement District Cost (Line 4.82)
=	130,366,084	7.12	Total AEA Foundation Dollars
+	2,608,987,479	7.13	District Foundation Dollars without Special Ed (Line 7.3)
+	339,308,599	7.14	District Special Ed Foundation Dollars (Line 7.6)
+	-197,721	7.15	Enrollment Audit Adjustment - State Aid Portion (Line 1.7)
+	252,061,525	7.16	Teacher Salary Supplement District Cost (Line 4.30)
+	28,560,983	7.17	Professional Development Supplement District Cost (Line 4.38)
+	31,058,141	7.18	Early Intervention Supplement District Cost (Line 4.46)
=	3,390,145,090	7.19	Total Foundation Dollars
-	759,368,361	7.20	Uniform Levy Dollars Adjusted for Utility Replacement (Line 6.8)
=	2,630,776,729	7.21	Unadjusted State Foundation Aid
	550,466.034 ***	7.22	District Weighted Enrollment (Line 3.15)
X	300	7.23	\$300 Minimum Aid Per Pupil
=	165,139,810	7.24	Minimum Aid
-	2,630,776,729	7.25	Unadjusted State Foundation Aid (Line 7.21)
=		7.26	Minimum Aid Adjustment (If Negative, Enter Zero)

Section and Line		PRESCHOOL FOUNDATION AID	
	10,690.5*	7.27	Preschool Budget Enrollment (Actual Enrollment X 50%)
X	6,121	7.28	FY14 Regular Program State Cost Per Pupil
=	65,436,551	7.29	Preschool Foundation Aid
	110.5*	7.30	Audited Change in October 2011 Preschool Budget Enrollment
X	6,001	7.31	FY13 Regular Program State Cost Per Pupil
=	663,111	7.32	Preschool Enrollment Audit Adjustment
+	65,436,551	7.33	Preschool Foundation Aid (Line 7.29)
=	66,099,662	7.34	Total Preschool Foundation Aid

Section 8

Section and Line		ADDITIONAL LEVY BEFORE UTILITY REPL ADJUSTMENT	
	3,997,236,619	8.1	Combined District Cost (Line 5.18)
-	3,390,145,090	8.2	Total Foundation Dollars (Line 7.19)
-		8.3	Minimum Aid Adjustment (Line 7.26)
=	607,091,529	8.4	Additional Dollar Levy

PROPERTY TAX ADJUSTMENT AID

	140,871,418,962	8.5	2012 Taxable Valuation with Gas & Electric Utilities (Line 6.1)
-	135,501,088,466	8.6	2011 Taxable Valuation with Gas & Electric Utilities (Line 6.1 - FY13 Aid & Levy)
=	5,370,330,496	8.7	Dollar Increase in Taxable Valuation (If negative, enter zero)
/	135,501,088,466	8.8	2011 Taxable Valuation with Gas & Electric Utilities (Line 8.6)
=	.0396	8.9	Increase in Taxable Valuation (to 4 Decimals)
X	9,981,977	8.10	FY13 Property Tax Adjustment Aid (Line 8.14 - FY13 Aid & Levy)
=	395,286	8.11	Reduction in Property Tax Adjustment Aid
	9,981,977	8.12	FY13 Property Tax Adjustment Aid (Line 8.10)
-	395,286	8.13	Reduction in Property Tax Adjustment Aid (Line 8.11)
=	9,586,691	8.14	FY14 Property Tax Adjustment Aid

PROPERTY TAX REPLACEMENT PAYMENT (PTRP)

	765	8.15	FY14 Property Tax Portion of State Cost Per Pupil
-	750	8.16	Base (FY13) Property Tax Portion of State Cost Per Pupil
=	15	8.17	Property Tax Replacement Amount Per Pupil
X	550,466.034***	8.18	District Weighted Enrollment (Line 3.15)
=	8,256,991	8.19	Property Tax Replacement Payment (PTRP)

Section and Line		ADJUSTED ADDITIONAL PROPERTY TAX LEVY AID	
	550466.034***	8.20	District Weighted Enrollment (Line 3.15)
X	6,121	8.21	FY14 Regular Program State Cost Per Pupil (Line 7.28)
X	12.50%**	8.22	Property Tax Portion of State Cost Per Pupil
=	421,106,516	8.23	Adjusted Additional Property Tax Dollar Levy
-	8,256,991	8.24	Property Tax Replacement Payment (PTRP) (Line 8.19)
=	412,849,525	8.25	Adjusted Additional Property Tax Dollar Levy less Property Tax Replacement Payment
/	140,871,418,962	8.26	2012 Taxable Valuation with Gas & Electric Utilities (Line 6.1)
=	2.93068	8.27	Adjusted Additional Property Tax Levy Rate
-	3.34158	8.28	Statewide Maximum Adjusted Additional Property Tax Levy Rate
=	0.23183	8.29	Adjusted Additional Property Tax Levy Rate Reduction (if negative, enter zero)
X	140,871,418,962	8.30	2012 Taxable Valuation with Gas & Electric Utilities (Line 6.1)
=	32,658,699	8.31	FY14 Adjusted Additional Property Tax Levy Aid

PROPERTY TAX EQUITY AND RELIEF FUNDING

	6,121	8.32	FY14 Regular Program State Cost Per Pupil (Line 7.28)
X		8.33	Increase in State Foundation Cost Per Pupil Percentage
=		8.34	Increase in Foundation Cost Per Pupil
X	550,466.034***	8.35	District Weighted Enrollment (Line 3.15)
=		8.36	Additional District Foundation Dollars from Property Tax Equity and Relief Fund

ADDITIONAL LEVY BEFORE UTILITY REPLACEMENT ADJUSTMENT

	607,091,529	8.37	Additional Dollar Levy (Line 8.4)
-	9,586,691	8.38	Property Tax Adjustment Aid (Line 8.14)
-	496,977	8.39	FY12 District Special Ed Positive Balance, Property & Utility Repl Tax Portion
-		8.40	FY12 AEA Special Ed Reduction, Property & Utility Replacement Tax Portion
+	22,500,000	8.41	AEA Statewide State Aid Reduction (Line 5.15)
-	8,256,991	8.42	Property Tax Replacement Payment (PTRP) (Line 8.19)
-	32,658,699	8.43	Adjusted Additional Property Tax Levy Aid (Line 8.31)
-		8.44	Additional District Foundation Dollars from PTER Fund (Line 8.36)
=	578,592,171	8.45	Additional Levy before Utility Replacement Adjustment

Section 9

Section and Line		FINAL STATE FOUNDATION AID	
	2,630,776,729	9.1	Unadjusted State Foundation Aid (Line 7.21)
+		9.2	Minimum Aid Adjustment (Line 7.26)
+	9,586,691	9.3	Property Tax Adjustment Aid (Line 8.14)
+	496,977	9.4	FY12 District Special Ed Positive Balance, Property & Util Repl Portion (Line 8.39)
+		9.5	FY12 AEA Special Ed Reduction, Property & Utility Repl Tax Portion (Line 8.40)
-	22,500,000	9.6	AEA Statewide State Aid Reduction (Line 5.15)
+	8,256,991	9.7	Property Tax Replacement Payment (PTRP) (Line 8.19)
+	32,658,699	9.8	Adjusted Additional Property Tax Levy Aid (Line 8.31)
+		9.9	Additional District Foundation Dollars from PTER Fund (Line 8.36)
+	239,458	9.10	Adjustment for Property Tax Repayment due to Property Assessment Appeal
+	66,099,662	9.11	Total Preschool Foundation Aid (Line 7.34)
=	2,725,615,207	9.12	State Foundation Aid

Section 10

		Section and Line	INSTRUCTIONAL SUPPORT PROGRAM
	2,926,121,952	10.1	FY14 Regular Program District Cost without Adjustment (Line 4.3)
+	11,174,352	10.2	Regular Program Budget Adjustment Adopted (Line 4.16)
=	2,937,296,304	10.3	Total Regular Program District Cost
X	0.0937	10.4	Maximum Portion (Can't exceed .1000)
=	275,253,716	10.5	Unadjusted Instructional Support Program Dollars
	140,871,418,962	10.6	2012 Taxable Valuation with Gas & Electric Utilities (Line 6.1)
/	476,245.0*	10.7	Budget Enrollment (Line 1.1)
=	295,796	10.8	District Taxable Valuation Per Pupil
	295,796	10.9	State Taxable Valuation Per Pupil
/	295,796	10.10	District Taxable Valuation Per Pupil (Line 10.8)
X	.25**	10.11	.25
=	.2500	10.12	State Aid Portion of Program Dollars (Round to 4 Decimals)
X	275,253,716	10.13	Unadjusted Instructional Support Program Dollars (Line 10.5)
=	68,813,429	10.14	Unadjusted Instructional Support State Aid
	0.03**	10.15	Instructional Support Income Surtax Rate
X	2,749,258,799	10.16	District Income Tax Paid in 2011
=	85,521,643	10.17	Instructional Support Income Surtax Dollars
	275,253,716	10.18	Unadjusted Instructional Support Program Dollars (Line 10.5)
-	68,813,429	10.19	Unadjusted Instructional Support State Aid (Line 10.14)
-	85,521,643	10.20	Instructional Support Income Surtax Dollars (Line 10.17)
=	120,918,644	10.21	Instructional Support Property & Utility Replacement Tax Dollars
	68,813,429	10.22	Unadjusted Instructional Support State Aid (Line 10.14)
X		10.23	Prorata Reduction to State Appropriation Amount
=		10.24	Adjusted Instructional Support State Aid
+	85,521,643	10.25	Instructional Support Income Surtax Dollars (Line 10.17)
+	120,918,644	10.26	Instructional Support Property & Utility Replacement Tax Dollars (Line 10.21)
=	206,440,287	10.27	Adjusted Instructional Support Program Dollars

Section 11

		Section and Line	EDUCATIONAL IMPROVEMENT PROGRAM
	2,937,296,304	11.1	FY14 Total Regular Program District Cost (Line 10.3)
X		11.2	Voted Maximum Portion
=	692,740	11.3	Educational Improvement Program Total Dollars
	0.00**	11.4	Ed Improvement Income Surtax Rate
X	2,749,258,799	11.5	District Income Tax Paid in 2011 (Line 11.16)
=	216,080	11.6	Ed Improvement Income Surtax Dollars
	692,740	11.7	Educational Improvement Program Total Dollars (Line 11.3)
-	216,080	11.8	Ed Improvement Income Surtax Dollars (Line 11.6)
=	476,660	11.9	Ed Improvement Property & Utility Replacement Tax Dollars

SECTION 12 IS INTENTIONALLY BLANK

Section 13

		Section and Line	ADDITIONAL LEVY ADJUSTMENT - UTILITY REPLACEMENT
	20,195,740	13.1	Additional Levy Utility Replacement Paid FY13
-	20,149,731	13.2	Additional Levy Utility Replacement Budgeted FY13
=	46,009	13.3	Additional Levy Utility Replacement Adjustment
	578,592,171	13.4	Additional Levy before Utility Replacement Adjustment (Line 8.45)
-	46,009	13.5	Additional Levy Utility Replacement Adjustment (Line 13.3)
=	578,546,162	13.6	Additional Levy Adjusted for Utility Replacement
	61,831	13.7	Uniform Levy Utility Replacement Adjustment (Line 6.6)
+	46,009	13.8	Additional Levy Utility Replacement Adjustment (Line 13.3)
=	107,840	13.9	Total Utility Replacement Adjustment

SECTION 14 IS INTENTIONALLY BLANK

Section 15

Section and Line		SUMMARY OF GENERAL FUND LEVIES	
	759,306,530	15.1	Uniform Levy Dollars before Utility Replacement Adjustment (Line 6.3)
+	578,546,162	15.2	Additional Levy Dollars Adjusted for Utility Replacement (Line 13.6)
=	1,337,852,692	15.3	Total Levy to Fund Combined District Cost
+	120,918,644	15.4	Instructional Support Levy (Line 10.21)
+	476,660	15.5	Ed Improvement Levy (Line 11.9)
		15.6	This Line is Intentionally Blank
		15.7	This Line is Intentionally Blank
=	1,459,247,996	15.8	Levy to Fund Budget Authority
+	88,681,935	15.9	Cash Reserve Levy - SBRC
+	102,198,909	15.10	Cash Reserve Levy - Other
-	789,041	15.11	Use of Fund Balance to Reduce Levy
=	1,649,339,799	15.12	Total General Fund Levy
-	120,918,644	15.13	Instructional Support Levy (Line 10.21)
=	1,528,421,155	15.14	Subtotal General Fund Levy without Instructional Support
/	140,871,418,962	15.15	2012 Taxable Valuation with Gas & Electric Utilities (Line 6.1)
=	10.84976	15.16	Subtotal General Fund Levy Rate
	120,918,644	15.17	Instructional Support Levy (Line 10.21)
/	150,383,491,656	15.18	2012 Taxable and TIF Valuations with Gas & Electric
=	.80407	15.19	Instructional Support Levy Rate
+	10.84976	15.20	Subtotal General Fund Levy Rate (Line 15.16)
=	11.65383	15.21	Total General Fund Levy Rate

Section 16

		Section and Line	STATE PAYMENTS TO AEA AND DISTRICT
	145,271,982	16.1	AEA Special Ed Support District Cost without Adjustment (Line 4.49)
+	2,215,222	16.2	AEA Special Ed Support Adjustment (Line 4.54)
+	25,547,751	16.3	AEA Media Services District Cost (Line 4.60)
+	28,238,954	16.4	AEA Ed Services District Cost (Line 4.63)
+	150,658	16.5	AEA Sharing District Cost (Line 4.66)
+	14,197,911	16.6	AEA Teacher Salary Supplement District Cost (Line 4.74)
+	1,659,349	16.7	AEA Professional Development Supplement District Cost (Line 4.82)
-	22,500,000	16.8	AEA Statewide State Aid Reduction (Line 5.15)
=	194,781,827	16.9	State Payments to AEA
	2,725,615,207	16.10	State Foundation Aid (Line 9.12)
-	194,781,827	16.11	State Payments to AEA (Line 16.9)
=	2,530,833,380	16.12	State Payments to District

Section 17

		Section and Line	SUMMARY OF GENERAL FUND BUDGET AUTHORITY
+	3,997,236,619	17.1	Combined District Cost (Line 5.18)
+		17.2	Estimated FY13 Unspent Budget Authority
+		17.3	Allowance for Construction Project by SBRC
+	206,440,287	17.4	Adjusted Instructional Support Program Dollars (Line 10.27)
+	692,740	17.5	Ed Improvement Program (Line 11.3)
+	66,099,662	17.6	Total Preschool Foundation Aid (Line 7.34)
		17.7	This Line is Intentionally Blank
+		17.8	Estimated FY14 Other Miscellaneous Income
=		17.9	Estimated Total Maximum General Fund Budget Authority

Section 18

		Section and Line	SUMMARY OF FINANCING FOR GENERAL FUND MAXIMUM BUDGET
		18.1	Estimated FY13 Unspent Budget Authority (Line 17.2)
+		18.2	Allowance for Construction Project by SBRC (Line 17.3)
+	1,459,247,996	18.3	Levy to Fund Budget Authority (Line 15.8)
+	2,725,615,207	18.4	State Foundation Aid (Line 9.12)
+		18.5	Adjusted Instructional Support State Aid (Line 10.24)
+	85,521,643	18.6	Instructional Support Income Surtax Dollars (Line 10.25)
+	216,080	18.7	Ed Improvement Income Surtax Dollars (Line 11.6)
		18.8	This Line is Intentionally Blank
+	107,840	18.9	Total Utility Replacement Adjustment (Line 13.9)
+		18.10	Estimated FY14 Other Miscellaneous Income (Line 17.8)
=		18.11	Estimated Financing for Total General Fund Maximum Budget

Section 19

		Section and Line	VOTED PHYSICAL PLANT & EQUIPMENT(PPEL)
	150,383,491,656	19.1	2012 Taxable and TIF Valuations with Gas & Electric (Line 15.18)
X	1.34000	19.2	Voted PPEL Rate Limit (Maximum 1.34)
=	113,643,730	19.3	Maximum Voted PPEL Dollars
	0.00**	19.4	Voted PPEL Income Surtax Rate
X	2,749,258,799	19.5	District Income Tax Paid in 2011 (Line 10.16)
=	9,961,718	19.6	Voted PPEL Income Surtax Dollars
	113,643,730	19.7	Maximum Voted PPEL Dollars (Line 19.3)
-	9,961,718	19.8	Voted PPEL Income Surtax Dollars (Line 19.6)
=	103,682,012	19.9	Voted PPEL Levy

Section 20

Section and Line		ALL INCOME SURTAX RATES & GENERAL FUND SURTAX DOLLARS	
	.03**	20.1	Instructional Support Income Surtax Rate (Line 10.15)
+	.00**	20.2	Ed Improvement Income Surtax Rate (Line 11.4)
		20.3	This Line is Intentionally Blank
		20.4	This Line is Intentionally Blank
+	.00**	20.5	Voted PPEL Income Surtax Rate (Line 19.4)
=	.03**	20.6	Total Income Surtax Rate (cannot exceed .20)
	85,521,643	20.7	Instructional Support Income Surtax Dollars (Line 10.25)
+	216,080	20.8	Ed Improvement Income Surtax Dollars (Line 11.6)
		20.9	This Line is Intentionally Blank
		20.10	This Line is Intentionally Blank
=	85,737,723	20.11	Total General Fund Income Surtax Dollars

Notes:

In some cases, statewide amounts are calculated based on statewide totals and may not match the aggregate of district totals.
 Cost per pupil amounts displayed reflect the State cost per pupil levels, and not necessarily the district cost per pupil levels.
 In some cases, data is not available and is left blank.
 Asterisks represent the number of decimals a value is rounded.

Sources:

Iowa Department of Management June 17, 2013
 LSA